GOVERNMENT OF INDIA
FINANCE
LOK SABHA

STARRED QUESTION NO:184
ANSWERED ON:09.03.2001
ACTION AGAINST DRUG MANUFACTURERS UNDER FERA
P.R. KHUTE

Will the Minister of FINANCE be pleased to state:

(a) whether it has come to the notice of the Government that many drug manufacturers are indulging in under invoicing and over invoicing;

(b) if so the details of those companies;

(c) whether legal proceedings are pending against them;

(d) whether the Government propose to expedite legal proceedings against drug manufacturers under FERA;

(e) if so, the details in this regard;

(f) whether they have shifted their holding companies recently from Hong Kong to Mauritius and vice-versa; and

(g) if so, the details in this regard ?

Answer

MINISTER OF STATE IN THE MINISTRY OF FINANCE (SHRI GINGEE N. RAMACHANDRAN)

(a) & (b): Cases of under-invoicing and over-invoicing have been detected by the Customs and Directorate of Revenue Intelligence against M/s CIPLA Limited,M/s Warner Lambert India Limited, M/s CalyxChemicals and Pharma (P) Limited, M/s Lupin Laboratories Limited and M/s Combitic Global, Sonepat.

(c) : Show Cause Notice has been issued in two cases.

(d) & (e) : A case has been registered under the Foreign Exchange Management Act, 1999 against M/s CIPLA Limited, Mumbai.

(f) No such case has come to notice.

(g) Does not arise.